



**Delta College**

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Audited Financial Statements  
and Other Financial Information

June 30, 2004

# DELTA COLLEGE

## AUDITED FINANCIAL STATEMENTS AND OTHER FINANCIAL INFORMATION

JUNE 30, 2004

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## INDEPENDENT AUDITORS' REPORT

### Board of Trustees Delta College

### Plante & Moran, PLLC

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We have audited the accompanying basic financial statements of Delta College as of and for the years ended June 30, 2004 and 2003, as listed in the table of contents. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of Delta College as of June 30, 2004 and 2003, and the respective changes in financial position and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2004 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide opinions on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis presented on pages 2 through 10 is not a required part of the basic financial statements but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplemental information. However, we did not audit the information and express no opinion on it.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements of Delta College taken as a whole. The other supplemental information identified in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

PLANTE & MORAN, PLLC  
Battle Creek, Michigan  
September 30, 2004

# MANAGEMENT'S DISCUSSION AND ANALYSIS

## DELTA COLLEGE

### YEAR ENDED JUNE 30, 2004

The discussion and analysis of Delta College's financial statements provides an overview of the College's financial activities for the years ended June 30, 2004 and 2003. Management has prepared the financial statements and the related footnote disclosures along with the discussion and analysis. Responsibility for the completeness and fairness of this information rests with the College's management.

#### Using this Report

These financial statements are prepared in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. The financial statements are prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service is provided and expenses and liabilities are recognized when others provide the service, regardless of when cash is exchanged. Capital expenditures are capitalized on the Balance Sheet instead of recording as an expense, and depreciation is recorded.

Activities are reported as either operating or non-operating in accordance with the GASB Statement No. 35. Charges for services are recorded as operating revenues. Essentially all other types of revenue, including state appropriations and property tax levies are non-operating. A public community college's reliance on state funding and local property taxes will result in reporting an operating deficit.

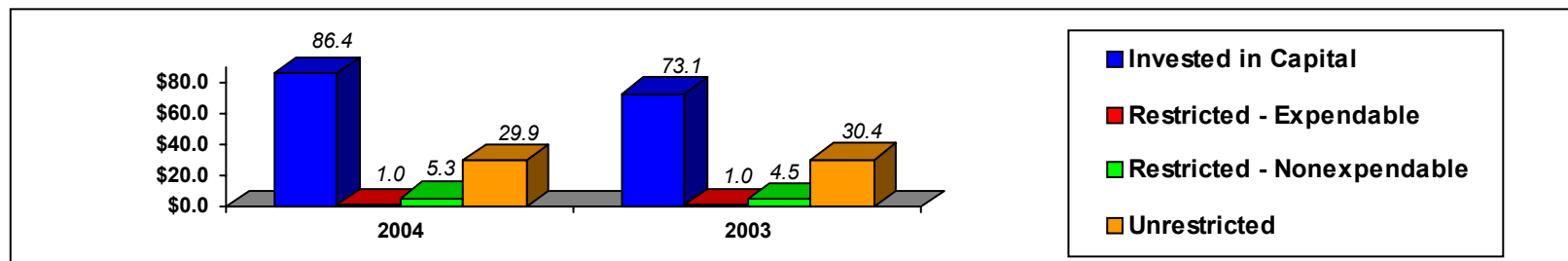
This annual financial report complies with these requirements and includes the report of independent auditors, this management's discussion and analysis, the basic financial statements, notes to financial statements and supplemental information similar to commercial enterprises and private-sector institutions.

Over time, increases or decreases in net assets provide one indication of the financial health of an organization. To assess the overall health of the College, many other non-financial factors need also be considered such as trends in enrollment, condition of facilities, attention to workforce needs, success of graduates, and the strength of the faculty and staff.

#### Financial Highlights

The College's financial position improved during the fiscal year ended June 30, 2004. In total, the College's net assets increased \$13.6 million or 12% from the previous year. This was due almost entirely to substantial completion of the final phase of the \$45 million Renovation II capital construction project. The State of Michigan funded \$17.8 million, a majority of which was received during the fiscal year and the balance from a special .5 mill levy ending in FY04 plus college reserves.

The following chart provides a graphical breakdown of net assets by category for the fiscal years ending June 30, 2004 and 2003, in millions:



**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Summary of Selected Financial Data**

Following is a summary of the major components of the net assets of the College as of June 30, 2004 and 2003, in millions:

	<u>2004</u>	<u>2003</u>	<u>Change</u>
Current Assets	\$ 27.3	\$ 39.8	\$ (12.5)
Long-Term Assets:			
Capital Assets, Net of Depreciation	86.5	73.1	13.4
Other	16.5	8.1	8.4
Total Assets	<u>\$ 130.3</u>	<u>\$ 121.0</u>	<u>\$ 9.3</u>
Current Liabilities	\$ 7.7	\$ 12.0	\$ (4.3)
Net Assets:			
Invested in Capital Assets	86.5	73.1	13.4
Restricted – Expendable	1.0	1.0	0
Restricted – Nonexpendable	5.2	4.5	.7
Unrestricted	29.9	30.4	(.5)
Total Net Assets	<u>122.6</u>	<u>109.0</u>	<u>13.6</u>
Total Liabilities and Net Assets	<u>\$ 130.3</u>	<u>\$ 121.0</u>	<u>\$ 9.3</u>

Current assets decreased during the year as the State of Michigan funded its portion of the Renovation II capital project eliminating the \$11 million project related receivable as of 6/30/03. The receipt of project funds from the State brought greater certainty to cash flow management and long term assets increased as cash reserves were invested in CD's and government agency obligations of slightly longer maturities.

**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Summary of Selected Financial Data – continued**

The following summarizes the major components of the College's operating results for the years ended June 30, 2004 and 2003, in millions:

	<b>2004</b>	<b>2003</b>	<b>Change</b>
Operating Revenues			
Tuition and Fees	\$ 19.6	\$ 19.1	\$ .5
Grants and Contracts	12.9	13.1	(.2)
Public Broadcasting Gifts	.8	.8	0
Auxiliary Services	4.2	3.8	.4
Other	2.8	2.0	.8
Total Operating Revenues	40.3	38.8	1.5
Operating Expenses			
Instruction	32.2	32.4	(.2)
Public Services	3.5	4.1	(.6)
Instructional Support	6.0	6.3	(.3)
Student Services	15.8	14.8	1.0
Institutional Administration	6.8	7.2	(.4)
Operation and Maintenance of Facilities	7.0	5.6	1.4
Depreciation	3.2	2.0	1.2
Total Operating Expenses	74.5	72.4	2.1
Net Operating Loss	(34.2)	(33.6)	(.6)
Nonoperating Revenues (Expenses)			
State Appropriations	12.8	14.3	1.5
Property Taxes	26.3	25.6	.7
Other	1.9	.4	1.5
Net Nonoperating Revenues	41.0	40.3	.7
Other Revenues			
Capital Appropriations	6.2	9.3	(3.1)
Capital Grants and Contracts	.3	1.8	(1.5)
Additions to Permanent Endowments	.3	.3	0
Total Other Revenues	6.8	11.4	(4.6)
Increase in Net Assets	13.6	18.1	(4.5)
Net Assets – Beginning of Year	109.0	90.9	18.1
Net Assets – End of Year	\$ 122.6	\$ 109.0	\$ 13.6

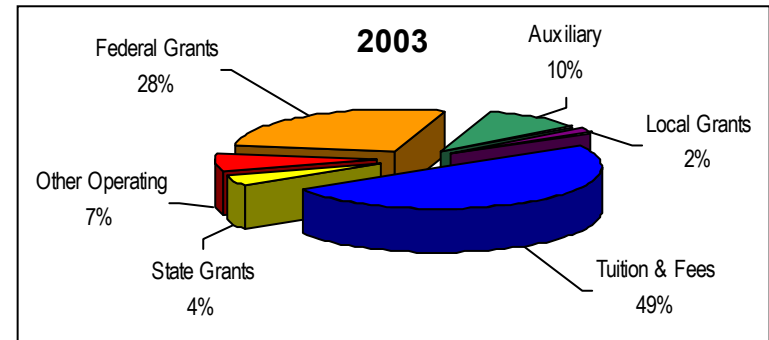
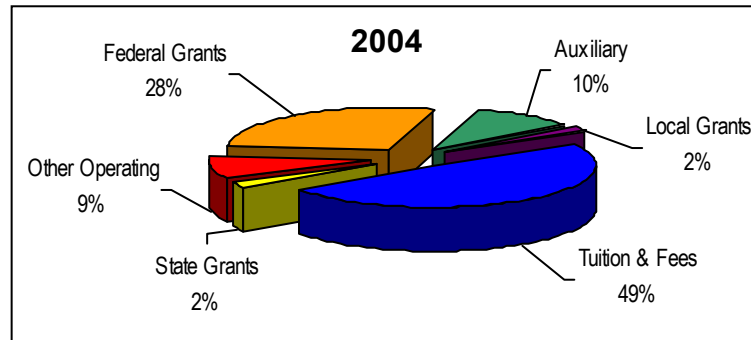
**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Operating Revenues**

Operating revenues include all transactions that result in the sales and/or receipts from providing goods and services such as tuition and fees and food service and bookstore operations. In addition, certain federal, state, and private gifts and grants are considered operating if they are not for capital purposes and are considered a contract for services or are program-specific. Operating revenue changes are highlighted by the following factors:

- General tuition and fee rates were increased 6% and enrollment totaled 199,836 credit hours, an increase of 2.2%. For the year, 82% of credit hours were in-district and 18% out of district.
- Of the \$19.6 million in Tuition and Fees and \$12.9 million in Grant and Contract operating revenue, Corporate Services provided administration, education and training for \$5.6 million and \$3.0 million, respectively.
- The Auxiliary services revenue consists primarily of Bookstore sales of \$4.3 million, which had offsetting scholarship allowances of \$990,000, and Food and Conference Services sales of \$670,000.

The following is a graphic illustration of operating revenues by source for the years ended June 30, 2004 and 2003:



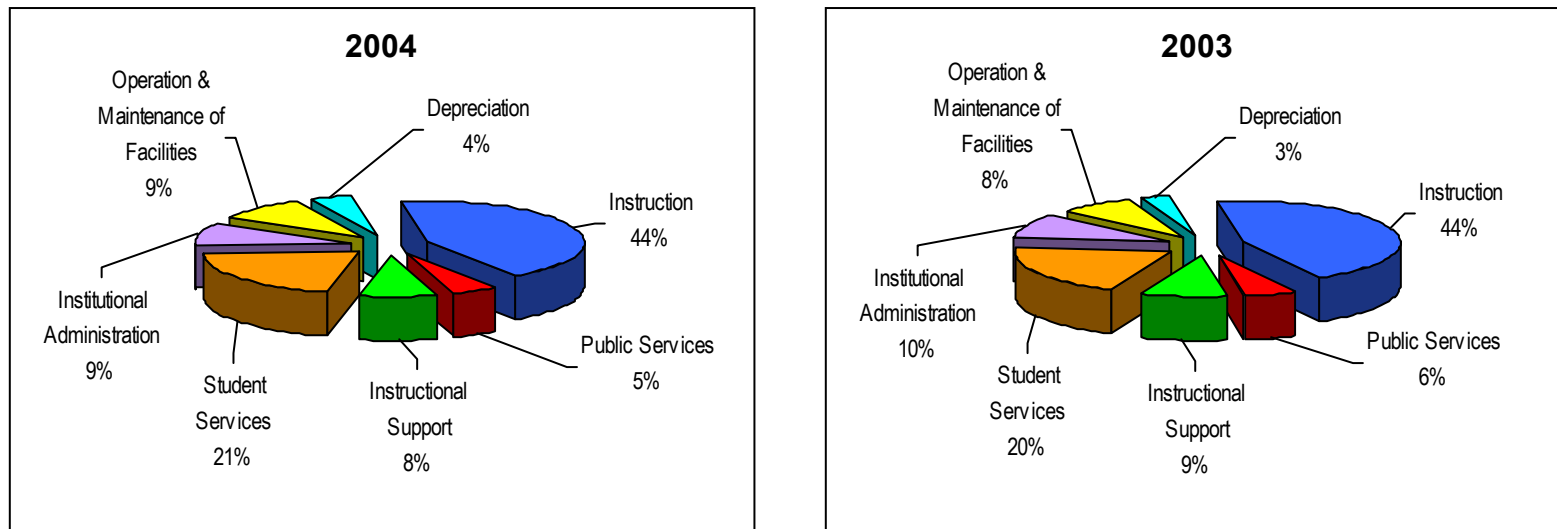
**Operating Expenses**

Operating expenses are all the costs necessary to perform and conduct the programs and primary purposes of the College. Operating expense changes are highlighted by the following factors:

- In response to reductions in State appropriations, a Budget Reduction plan was implemented which included the elimination of 27 administrative and support positions and the reduction of many more. Graphic Design Services, Health Services, and the Surgical First Program were eliminated, and reductions were made in Campus Safety and Security, marketing, faculty release time, library hours of operation, employee awards, equipment, supplies, professional development, travel, memberships, subscriptions and other areas.
- Salaries were frozen for the year.
- Medical insurance rates increased 11%, and required contributions to the Michigan Public School Employees' Retirement System were artificially frozen at the existing rate of 12.99% of salaries in consideration of the reductions in state appropriations.

**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

The following is a graphic illustration of operating expenses by function for the years ended June 30, 2004 and 2003:



**Nonoperating Revenues**

Nonoperating revenues are all revenue sources that are primarily non-exchange in nature. They consist primarily of state appropriations, property tax revenue, investment income (including realized and unrealized gains and losses), gifts and grants, and contracts that do not require any services to be performed. Nonoperating revenue changes are highlighted by the following factors:

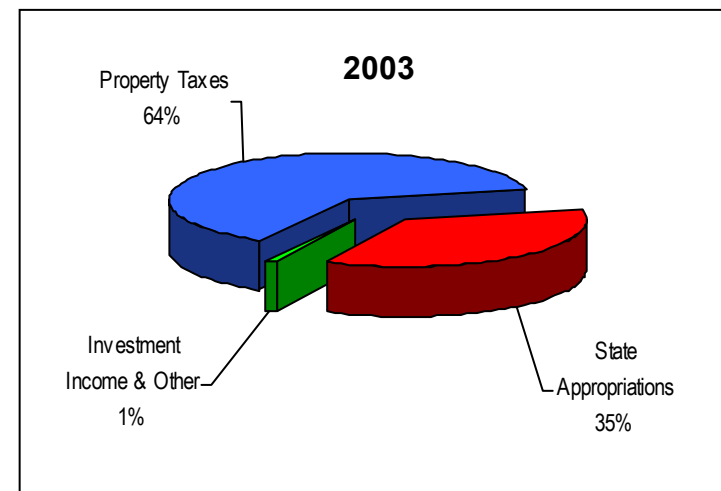
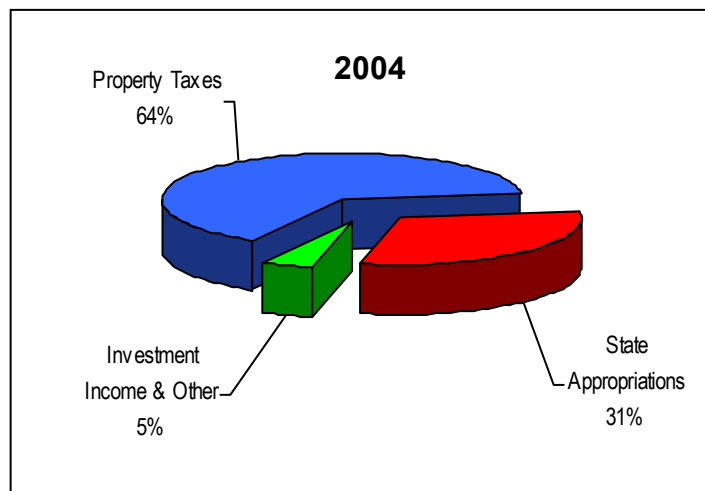
- State appropriations were originally enacted at \$13.3 million, a reduction of 10% from the prior year original appropriations. Additional executive order cuts were issued mid-year reducing the actual appropriations for the year by another \$583,800, or another 4.4%.
- The taxable value of property within the district increased 2.4% for the year. Of the \$26.2 million property tax levy, \$21.1 million was for general operations and \$5.1 million was for the dedicated millage to fund the Renovation II capital project.
- Earnings and gains in the realized and unrealized market value of endowment assets added \$1.1 million to investment income for the year.



**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Nonoperating Revenues - continued**

The following is a graphic illustration of nonoperating revenues by source for the years ended June 30, 2004 and 2003:



**Other Revenue**

Other revenue consists of items that are typically nonrecurring, extraordinary, or unusual to the College. Examples would be state capital appropriations, additions to permanent endowments, and transfers from related entities. Changes in other revenues are highlighted by the following factors:

- State capital appropriations of \$6.2 million were recorded as part of the total \$17.8 million match by the State of Michigan for the \$45 million Renovation II capital project.
- Capital gifts and grants of \$347,000 were recorded for the Broadcasting Digital Conversion and \$281,000 in gifts were added to the permanent endowment.

**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Statement of Cash Flows**

The primary purpose of the Statement of Cash Flows is to provide relevant information about the cash receipts and cash payments of an entity during a period. The Statement of Cash Flows also helps users assess:

- The ability to generate future net cash flows
- The ability to meet obligations as they come due
- Needs for external financing

The following summarizes the major cash flow components for the College for the years ended June 30, 2004 and 2003, in millions:

	<u>2004</u>	<u>2003</u>	<u>Change</u>
Cash Provided (Used) by:			
Operating Activities	\$ (29.3)	\$ (27.8)	\$ (1.5)
Noncapital Financing Activities	40.3	41.1	(.8)
Capital and Related Financing Activities	(3.6)	(25.3)	21.7
Investing Activities	(7.1)	4.9	(12.0)
Net Increase (Decrease) in Cash	.3	(7.1)	7.4
Cash – Beginning of Year	<u>12.1</u>	<u>19.2</u>	<u>(7.1)</u>
Cash – End of Year	<u><u>\$ 12.4</u></u>	<u><u>\$ 12.1</u></u>	<u><u>\$ .3</u></u>

The college's liquidity remained stable during the year with receipt of nearly \$17 million in state appropriations for the Renovation II capital project, a major portion of which had been a receivable at the prior year end. The receipt of these funds also brought greater certainty to cash flow management allowing the college to invest its cash reserves.

**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Capital Assets**

At June 30, 2004, the College had \$86.5 million invested in capital assets, net of accumulated depreciation of \$28.2 million. Depreciation charges for the year totaled \$2 million. Details of these assets, net of accumulated depreciation, as of June 30, 2004 and 2003 are as follows:

	<u>2004</u>	<u>2003</u>	<u>Change</u>
Land and Improvements	\$ 2.5	\$ 1.9	\$ .6
Infrastructure	2.2	.9	1.3
Buildings	77.3	37.4	39.9
Furniture and Equipment	3.8	4.0	(.2)
Construction in progress	.7	28.9	(28.2)
Totals	<u>\$ 86.5</u>	<u>\$ 73.1</u>	<u>\$ 13.4</u>

With substantial completion of the Renovation II capital project during the year, construction in progress was significantly reduced and investment in buildings was increased accordingly. The project includes a new Automotive and Technical Trades Center, a renovated Fitness, Recreation and Aquatics Center, and renovations to existing classroom buildings, offices, Lecture Theater and auxiliary and general service support areas. Of the \$45 million project cost, the State of Michigan is funding \$17.8 million and the College the remaining \$27.2 million through a special 3-year .5 mill voter approved property tax levy and reserved operating funds.

**Debt**

The College has no debt.

**Economic Factors That Will Affect The Future**

The economic position of the College is closely tied to that of the State of Michigan. For fiscal year 2004-2005 state appropriations were again frozen, with a tuition restraint incentive of 3% to those colleges who increased tuition by 2.8% or less. Delta College increased tuition by 2.3% to allow students to qualify for the Michigan Tuition Tax Credit on their income tax returns and is therefore eligible for the incentive of \$400,000. As enrollments have increased, state funding has declined and strong restraints are in place to hold down tuition. In addition to the common concern of rising medical costs, funding of the state pension fund medical costs is of great concern to public schools and colleges in the State of Michigan. State mandated pension contribution rates for FY04-05 were established at 14.87% of payroll, up from 12.99% and are expected to equal 20% by FY07-08.

**MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**Economic Factors That Will Affect The Future - continued**

Local support of the College remains strong with enrollment growth and a relatively stable property tax base. Current financial plans and recent capital investments have strategically prepared the College to pursue its mission as a learning college defined by the following Vision for Delta College:

“Delta College is a learning centered institution that focuses on the diverse post-secondary learning needs of the community. The College provides quality learning opportunities and recognizes learning can take place 24 hours a day, every day, in and out of the classroom, and on and off campus. Learning is our primary measure of success”

State fiscal problems will likely continue for some years. The College is prepared to face the significant challenge of meeting operating costs and serving the increased demand for services. The College will continue to provide students with excellent learning opportunities and to create positive futures for the students and communities it serves.

**BALANCE SHEET  
DELTA COLLEGE**

	<b>JUNE 30,</b>	
	<b>2004</b>	<b>2003</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents (Note 2)	\$ 12,367,704	\$ 12,111,402
Short-term investments (Note 2)	6,301,099	6,929,130
Property taxes receivable	101,007	75,105
State appropriations receivable	3,022,919	13,672,656
Federal and state grants receivable	1,453,192	1,771,291
Accounts receivable, net of allowance of \$901,857	1,887,314	2,207,726
Pledges receivable (Note 3)	753,263	902,273
Inventories	1,063,345	868,363
Prepaid expenses and other assets	381,035	1,252,892
<b>TOTAL CURRENT ASSETS</b>	<b>27,330,878</b>	<b>39,790,838</b>
<b>LONG-TERM INVESTMENTS</b> (Note 2)	<b>15,581,014</b>	<b>6,334,179</b>
<b>LONG-TERM PLEDGES RECEIVABLE</b> (Note 3)	<b>961,336</b>	<b>1,728,330</b>
<b>PROPERTY AND EQUIPMENT</b> (Note 4)	<b>86,462,900</b>	<b>73,103,748</b>
<b>TOTAL ASSETS</b>	<b>\$ 130,336,128</b>	<b>\$ 120,957,095</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 3,870,615	\$ 7,889,396
Accrued payroll and other compensation	3,227,983	3,538,045
Unearned revenue	611,006	508,259
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,709,604</b>	<b>11,935,700</b>
<b>NET ASSETS</b>		
Invested in capital assets	86,462,900	73,103,748
Restricted for:		
Nonexpendable endowments	5,270,491	4,487,088
Expendable scholarships and awards	442,267	425,385
Instructional department uses	174,421	182,582
Public radio broadcasting activities	33,609	24,792
Other restricted uses	343,227	368,588
Unrestricted (Note 1)	29,899,609	30,429,212
<b>TOTAL NET ASSETS</b>	<b>122,626,524</b>	<b>109,021,395</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 130,336,128</b>	<b>\$ 120,957,095</b>

The accompanying notes are an integral part of these statements.

**STATEMENT OF REVENUE, EXPENSES, TRANSFERS, AND CHANGES IN NET ASSETS  
DELTA COLLEGE**

	<b>YEAR ENDED JUNE 30,</b>	
	<b>2004</b>	<b>2003</b>
<b>OPERATING REVENUE</b>		
Tuition and fees, net of scholarship allowance of \$3,799,916	\$ 19,616,568	\$ 19,037,970
Federal grants and contracts	11,248,362	10,790,056
State grants and contracts	933,642	1,620,196
Local and nongovernmental grants and contracts	720,595	703,728
Public broadcasting gifts	777,734	761,175
Auxiliary activities, net of scholarship allowance of \$964,704	4,217,804	3,804,362
Miscellaneous	2,769,866	2,042,771
<b>TOTAL OPERATING REVENUE</b>	<b>40,284,571</b>	<b>38,760,258</b>
<b>OPERATING EXPENSES</b>		
Instruction	32,211,184	32,377,801
Public services	3,531,839	4,151,294
Instructional support	5,993,419	6,294,634
Student services	15,785,798	14,793,616
Institutional administration	6,835,288	7,215,659
Operation and maintenance of facilities	6,951,091	5,571,257
Depreciation expense	3,179,199	1,985,799
Fundraising expenses	9,652	6,678
Other expenses	3,765	36,215
<b>TOTAL OPERATING EXPENSES</b>	<b>74,501,235</b>	<b>72,432,953</b>
<b>OPERATING LOSS</b>	<b>(34,216,664)</b>	<b>(33,672,695)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
State appropriations	12,798,700	14,294,765
Property tax levy	26,245,372	25,567,134
Gifts	654,875	1,010,815
Special events, net of expenses of \$80,355	126,566	129,109
Investment income, net of investment expense of \$67,551	1,530,138	860,050
Loss on disposition of capital assets	(342,439)	(1,386,442)
Foundation grants and distributions to or for Delta College	(39,502)	(78,149)
<b>NET NONOPERATING REVENUES</b>	<b>40,973,710</b>	<b>40,397,282</b>
<b>NET INCOME BEFORE OTHER REVENUE</b>	<b>6,757,046</b>	<b>6,724,587</b>
<b>OTHER REVENUE</b>		
State capital appropriations	6,220,410	9,346,146
Capital gifts and grants	346,604	1,761,163
Additions to permanent endowments	281,069	260,083
<b>TOTAL OTHER REVENUE</b>	<b>6,848,083</b>	<b>11,367,392</b>
<b>NET INCREASE IN NET ASSETS</b>	<b>13,605,129</b>	<b>18,091,979</b>
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>109,021,395</b>	<b>90,929,416</b>
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 122,626,524</b>	<b>\$ 109,021,395</b>

The accompanying notes are an integral part of these statements.

**STATEMENT OF CASH FLOWS**  
**DELTA COLLEGE**

	<b>YEAR ENDED JUNE 30,</b>	
	<b>2004</b>	<b>2003</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Tuition and fees	\$ 20,203,121	\$ 18,391,505
Grants and contracts	13,237,044	13,116,692
Public broadcasting gifts	777,734	761,175
Payments to suppliers	(33,470,189)	(28,753,317)
Payments to employees	(36,795,585)	(37,141,752)
Loans issued to students	(146,266)	(128,589)
Collection of loans from students	142,085	133,877
Auxiliary enterprise charges	4,154,914	3,790,949
Other	<u>2,557,943</u>	<u>2,029,434</u>
NET CASH USED IN OPERATING ACTIVITIES	(29,339,199)	(27,800,026)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State appropriations	13,065,808	14,443,055
Local property taxes	26,219,470	25,567,177
Gifts and contributions for other than capital purposes	1,014,126	1,066,938
Foundation special events receipts	133,235	122,440
Foundation grants and distributions to or for Delta College	(39,502)	(78,149)
Student organization agency transactions	<u>(67,354)</u>	<u>7,925</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	40,325,783	41,129,386
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
State capital appropriations	16,603,038	7,172
Capital grant and gift proceeds	1,184,426	1,018,074
Purchase of capital assets	(21,445,487)	(26,301,547)
Proceeds from disposition of capital assets	<u>4,447</u>	<u>7,282</u>
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	(3,653,576)	(25,269,019)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales and maturities of investments	13,965,209	15,708,706
Investment income	519,910	792,999
Purchase of investments	<u>(21,561,825)</u>	<u>(11,630,674)</u>
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	<u>(7,076,706)</u>	<u>4,871,031</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	256,302	(7,068,628)
<b>CASH AND CASH EQUIVALENTS - Beginning of year</b>	<u>12,111,402</u>	<u>19,180,030</u>
<b>CASH AND CASH EQUIVALENTS - End of year</b>	<u>\$ 12,367,704</u>	<u>\$ 12,111,402</u>

The accompanying notes are an integral part of these statements.

**STATEMENT OF CASH FLOWS (Continued)**  
**DELTA COLLEGE**

	YEAR ENDED JUNE 30,	
	2004	2003
<b>RECONCILIATION OF NET OPERATING REVENUES (EXPENSES)</b>		
<b>TO NET CASH USED IN OPERATING ACTIVITIES:</b>		
Operating loss	\$ (34,216,664)	\$ (33,672,695)
Adjustment to reconcile operating loss to net cash used in operating activities:		
Depreciation	3,179,199	1,985,799
Allowance for uncollectible accounts	91,153	231,393
(Increase) decrease in assets:		
Federal and state grants receivable	318,099	(575,768)
Accounts receivable	222,593	(116,525)
Inventories	(194,982)	(54,879)
Prepaid assets and other current assets	859,897	544,564
Increase (decrease) in liabilities:		
Accounts payable	608,821	3,369,144
Accrued payroll and other compensation	(310,062)	461,864
Unearned tuition and fees	102,747	27,077
NET CASH USED IN OPERATING ACTIVITIES	<u>\$ (29,339,199)</u>	<u>\$ (27,800,026)</u>

The accompanying notes are an integral part of these statements.



**NOTES TO FINANCIAL STATEMENTS  
DELTA COLLEGE  
YEAR ENDED JUNE 30, 2004**

**NOTE 1. SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

Delta College is a Michigan community college whose financial statements have been prepared in accordance with the generally accepted accounting principles as applicable to public colleges and universities outlined in Governmental Accounting Standards Board (GASB) Statement No. 35 and the *Manual for Uniform Financial Reporting – Michigan Public Community Colleges, 2001*.

The College reports as a Business Type Activity, as defined by GASB Statement No. 35. Business Type Activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

The accompanying financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board Statement No. 39, *Determining Whether Certain Organizations Are Component Units* for determining the various governmental organizations to be included in the reporting entity. These criteria include significant operational or financial relationships with the College. Based on application of the criteria, the Delta College Foundation discussed in Note 9 is included in the College's reporting entity.

Significant accounting policies followed by Delta College are described below to enhance the usefulness of the financial statements to the reader:

**Accrual Basis**

The financial statements of Delta College have been prepared on the accrual basis of accounting, whereby revenue is recognized when earned and expenditures are recognized when the related liabilities are incurred and certain measurement and matching criteria are met.

**Cash and Cash Equivalents**

Cash and cash equivalents consist of all highly liquid investments with an initial maturity of three months or less.

**Investments**

Investments are recorded at fair value, based on quoted market prices.

**Inventories**

Inventories are stated at the lower of cost or market using the first-in, first-out method.

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 1. SIGNIFICANT ACCOUNTING POLICIES – Continued**

**Property and Equipment**

Property and equipment are recorded at cost or, if acquired by gift, at the fair market value as of the date of acquisition. Expenditures for maintenance and repairs are expensed as incurred. Depreciation is calculated on property and equipment using the straight-line method over the estimated useful lives of the assets. *The American Health Association's Estimated Useful Lives of Depreciable Hospital Assets* was utilized as a guide in establishing useful lives of the College's property and equipment.

**Revenue Recognition**

State appropriations for operations are recognized as revenue on a proportionate basis over the period for which they are appropriated (see Note 4). Restricted Fund revenues are recognized only to the extent expended. Revenues received prior to year-end that are related to the next fiscal year are recorded as deferred revenues. As of June 30, 2004 and 2003, deferred tuition and fee revenue for the summer semester, which begins in July and ends in August, was \$555,124 and \$419,354, respectively.

**Reclassifications**

Certain amounts from the 2003 presentation have been reclassified to conform with the presentation shown for 2004.

**Gifts and Pledges**

Gifts are recorded when received. Voluntary nonexchange transactions (pledges) are recognized in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. GASB Statement No. 33 requires recognition of the entire pledge in the first period that use is permitted and all applicable eligibility requirements have been satisfied. Such pledges are recorded at their discounted present value, net of allowance for uncollectible pledges.

**Internal Service Activities**

Revenue and expenses related to internal service activities approximating \$724,000 and \$879,000 for 2004 and 2003, respectively, have been eliminated. These activities include the College's bookstore, food service, fitness and recreation center, printing and copy services, vehicles, farmhouse, and planetarium gift shop and conference services.

**Compensated Absences**

Compensated absences represent the accumulated liability to be paid under the College's current vacation policy. Under the College's policy, employees accrue vacation on a bi-weekly basis at a rate that is dependent on the employee's pay class.

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 1. SIGNIFICANT ACCOUNTING POLICIES – Continued**

**Unrestricted Net Assets**

As of June 30, 2004 and 2003, the College has designated the use of unrestricted net assets as follows:

	2004	2003
Designated for potential contingency in state appropriations	\$ 2,278,000	\$ 2,545,000
Designated for Corporate Service activities	372,594	658,411
Designated for property tax appeal	9,304,316	7,553,099
Designated for future capital outlay	9,808,592	13,490,551
Designated for funds functioning as endowments	2,867,825	2,405,263
Designated for College student loan program	255,582	242,134
Other Designated Fund activities	1,789,882	1,176,607
Public television broadcasting deficit	(223,399)	(363,052)
Unrestricted and unallocated	3,446,217	2,721,199
Total Unrestricted Net Assets	<u>\$ 29,899,609</u>	<u>\$ 30,429,212</u>

**NOTE 2. DEPOSITS AND INVESTMENTS**

The College considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The College's deposits and investments are included on the balance sheet at June 30, 2004 and 2003 under the following classifications:

	2004	2003
Cash and cash equivalents	\$12,367,704	\$ 12,111,402
Short-term investments	6,301,099	6,929,130
Long-term investments	15,581,014	6,334,179
Total	<u>\$34,249,817</u>	<u>\$ 25,374,711</u>

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 2. DEPOSITS AND INVESTMENTS – Continued**

The amounts in the previous chart are classified by Governmental Accounting Standards Board Statement No. 3 in the following categories:

	2004	2003
Bank deposits (checking accounts, savings accounts and certificates of deposit)	\$22,345,298	\$ 18,681,518
Investments in securities and similar instruments	11,873,676	6,657,265
Petty cash and cash on hand	30,843	35,928
	<hr/>	<hr/>
Total	<u>\$34,249,817</u>	<u>\$ 25,374,711</u>

**Deposits**

The above deposits at June 30, 2004 and 2003 were reflected in the accounts of the bank (without recognition of checks written but not cleared, or of deposits in transit) at \$23,201,674 and \$22,551,314, respectively. Of these bank deposits, \$801,855 and \$810,470, respectively, was covered by federal depository insurance and the remainder was uninsured and uncollateralized. The College believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all bank deposits. As a result, the College evaluates each institution it deposits College funds with and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

**Investments**

The College is authorized by Michigan Public Act 331, as amended through 1997, and by resolution of the Board of Trustees to invest surplus monies in U.S. Treasury bonds, bills and notes, mutual funds, certain commercial paper and investment pools that are composed of authorized investment instruments. The investments held by the Delta College Endowment Fund are managed under contract with Smith Barney, Inc. The investment and distribution policies of the Endowment Fund, as well as the investment returns, are established, monitored and evaluated by the College's Investment Advisory Committee, which reports directly to the Board of Trustees.

The College's investments are categorized below to give an indication of the level of risk assumed by the College at June 30, 2004 and 2003. Risk Category 1 includes those investments that meet any one of the following criteria:

- a. Insured
- b. Registered
- c. Held by the College or it's agent

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 2. DEPOSITS AND INVESTMENTS – Continued**

Risk Categories 2 and 3 include investments that are neither insured nor registered. Category 2 includes investments that are held by the counterpart's trust department (or agency) in the College's name. Category 3 includes investments held by:

- a. The counterpart or
- b. The counterpart's trust department (or agent) but not in the College's name

Investments at fair value at June 30, 2004 and 2003 are categorized as follows. All corporate bonds and equity securities are held by the Delta College Endowment Fund.

Investment Description	Category	2004	2003
Brokerage Account Cash and Money Funds	1	\$ 314,062	\$ 323,086
Corporate Bonds	1	1,674,105	1,808,832
Government Bonds	1	396,480	563,857
Government Agency Notes	1	3,987,000	-
Equity Securities:			
Common Stock	1	4,942,212	3,916,573
Preferred Stock	1	559,817	44,917
Total		<u>\$ 11,873,676</u>	<u>\$ 6,657,265</u>

**NOTE 3. PLEDGES RECEIVABLE**

As of June 30, 2004 and 2003, donors to the College (including the Delta College Foundation) have made unconditional promises to give (pledges) approximating \$1.8 million and \$2.8 million, respectively. Such pledges are discounted at their present value, assuming their respective terms, at applicable discount rates for total discounts at June 30, 2004 and 2003 of \$39,789 and \$77,737, respectively. Management has also established an allowance for uncollectible pledges in the amount of \$78,941 and \$81,359, respectively, as of June 30, 2004 and 2003. Pledges deemed uncollectible are charged against the allowance in the period that determination is made. At June 30, 2004 and 2003, the collection of pledges receivable, net of discount and allowance, are scheduled as follows:

	2004	2003
Less than one year	\$ 753,263	\$ 902,273
One to five years	961,336	1,728,330
Total	<u>\$ 1,714,599</u>	<u>\$ 2,630,603</u>

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 4. PROPERTY AND EQUIPMENT**

The following tables present the changes in the various capital asset class categories for the years ended June 30, 2004 and 2003:

Year Ended June 30, 2004:

	<u>Estimated Useful Life</u>	<u>Beginning Balance</u>	<u>Additions/ Depreciation</u>	<u>Deletions</u>	<u>Ending Balance</u>
Depreciable Capital Assets:					
Buildings	40 years	\$ 52,944,812	\$ 42,541,399	\$ 1,087,987	\$ 94,398,224
Land improvements	20 years	1,566,552	601,006	-	2,167,558
Infrastructure	20-25 years	3,373,343	1,512,861	-	4,886,204
Furniture and equipment	5-20 years	11,158,716	482,291	427,518	11,213,489
Non-depreciable Capital Assets:					
Construction in progress		28,907,709	642,570	28,870,900	679,379
Land		1,351,560	-	-	1,351,560
Fine art collection		41,500	-	-	41,500
Total Capital Assets		99,344,192	45,780,127	30,386,405	114,737,914
Less Accumulated Depreciation:					
Buildings		15,586,370	2,290,105	746,005	17,130,470
Land improvements		974,396	79,249	-	1,053,645
Infrastructure		2,501,475	169,772	-	2,671,247
Furniture and equipment		7,178,203	664,063	422,614	7,419,652
Total Accumulated Depreciation		26,240,444	3,203,189	1,168,619	28,275,014
Capital Assets, Net		<u>\$ 73,103,748</u>			<u>\$ 86,462,900</u>

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 4. PROPERTY AND EQUIPMENT – Continued**

Year Ended June 30, 2003:

	Estimated Useful Life	Beginning Balance	Additions/ Depreciation	Deletions	Ending Balance
Depreciable Capital Assets:					
Buildings	40 years	\$ 58,318,716	\$ 678,534	\$ 6,052,438	\$ 52,944,812
Land improvements	20 years	1,564,830	1,722	-	1,566,552
Infrastructure	20-25 years	3,373,343	-	-	3,373,343
Furniture and equipment	5-20 years	9,089,903	2,472,187	403,374	11,158,716
Non-depreciable Capital Assets:					
Construction in progress		3,704,816	25,881,427	678,534	28,907,709
Land		1,250,771	100,789	-	1,351,560
Fine art collection		41,500	-	-	41,500
Total Capital Assets		77,343,879	29,134,659	7,134,346	99,344,192
Less Accumulated Depreciation:					
Buildings		18,909,174	1,348,619	4,671,423	15,586,370
Land improvements		925,196	49,200	-	974,396
Infrastructure		2,398,784	102,691	-	2,501,475
Furniture and equipment		7,083,579	485,289	390,665	7,178,203
Total Accumulated Depreciation		29,316,733	\$ 1,985,799	\$ 5,062,088	26,240,444
Capital Assets, Net		<u>\$ 48,027,146</u>			<u>\$ 73,103,748</u>

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 5. RECOGNITION OF STATE APPROPRIATIONS**

The College records revenue from state appropriations in accordance with the accounting method described in the annual funding bill passed by the State of Michigan legislation, which provides that state appropriations are recorded as revenue in the period for which they were appropriated. Accordingly, the College recognized 100% of the state's fiscal year 2003-2004 and 2002-2003 appropriations, respectively, as revenue during the years ended June 30, 2004 and 2003. Also, since state appropriations are distributed over an 11-month period, October through August, the College has recorded receivables at June 30, 2004 and 2003, respectively, for the subsequent payments received in July and August totaling approximately \$2,278,000 and \$2,545,000.

Based on past experience, for each of the years ended June 30, 2004 and 2003, the College has designated a portion of its unrestricted net assets equal to the amounts receivable as estimates of the potential contingency in the event that the state were to change its method of distributing state appropriations that would cause the College to experience a permanent deferral or elimination of state appropriation revenue.

**NOTE 6. OPERATING LEASE OBLIGATIONS**

The College leases various training facilities, equipment and vehicles under short-term operating leases, with total lease expense approximating \$412,000 and \$448,000, respectively, for the years ended June 30, 2004 and 2003. At June 30, 2004, the College's noncancellable future lease payments are as follows.

<u>Payment Due</u>		
Year Ending June 30,	2005	\$ 225,540
	2006	<u>9,823</u>
	TOTAL	<u>\$ 235,363</u>

**NOTE 7. RETIREMENT PLANS**

**Defined Benefit Pension Plan – MPSERS**

**Plan Description** – The majority of College employees participate in the Michigan Public School Employees' Retirement System (MPSERS), a statewide multiple employer cost-sharing defined benefit public school employee retirement system governed by the State of Michigan that provides retirement, survivor and disability benefits to plan members and their beneficiaries.



**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 7. RETIREMENT PLANS – Continued**

MPERS provides two plans, the Basic Plan and the Member Investment Plan. An employee who participates in the Basic Plan may retire at age 55 with 30 or more years of credited service or at age 60 with 10 or more years of credited service with a retirement benefit, payable monthly for life, equal to 1-1/2 percent of his or her final average compensation multiplied by the number of years of credited service. Final average compensation is the employee's highest total wages earned during a period of 60 consecutive calendar months.

An employee who participates in the Member Investment Plan (MIP) may retire at any age with 30 years of service, or at age 60 with 5 years of credited service, provided the member has worked through his or her 60<sup>th</sup> birthday and has credited service in each of the five school fiscal years immediately preceding the retirement allowance effective date, with a retirement benefit, payable monthly for life, equal to 1-1/2 percent of the participant's final average compensation multiplied by the number of years of credited service. Final average compensation is the employee's highest total wages earned during a period of 36 consecutive calendar months.

Benefits under both plans, which are established by state statute, are fully vested upon reaching 10 years of service. Vested employees with less than 30 years of service may retire at age 55 under reduced benefits.

MPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to MPERS at 7150 Harris Drive, P.O. Box 30673, Lansing, MI 48909-8103.

**Funding Policy** – Employer contributions to MPERS result from the effects of implementing the School Finance Reform Act. Under these procedures, each College is required to contribute the full actuarial funding contribution amount to fund pension benefits, plus an additional amount to fund retiree health care benefit amounts on a cash disbursement basis. For the year ended June 30, 2004, the College contributed a fixed rate of 12.99% of covered compensation. Basic plan members make no contributions, but MIP members contribute at rates ranging from 3% to 4.3% of covered compensation.

**Post Retirement Benefits** – Under the MPERS Act, all retirees participating in MPERS have the option of continuing health, dental and vision coverage. Retirees having these coverages contribute an amount equivalent to the monthly cost for Part B Medicare and 0-20% of the monthly premium amount for the health, dental, and vision coverages. Required contributions for post-employment health care benefits are included as part of the College's total contribution to MPERS as discussed above.

The following table discloses pertinent information relative to MPERS funding for the three-year period beginning July 1, 2001 through June 30, 2004.

	2004	Year Ended June 30, 2003	2002
Funding percentage range	12.99%-12.99%	12.17%-12.99%	12.16%-12.17%
Total College payroll	\$36.5 million	\$37.1 million	\$36.7 million
MPERS covered compensation	\$27.6 million	\$28.6 million	\$28.3 million
College contributions	\$3,584,000	\$3,651,000	\$3,446,000
Employee MIP contributions	\$598,000	\$617,000	\$601,000

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 7. RETIREMENT PLANS – Continued**

**Defined Contribution Plan – ORP**

As an alternative pension option, the College offers all full-time faculty and full-time salaried administrative, professional and Corporate Services employees the opportunity to participate in an Optional Retirement Plan (ORP) administered by Teachers' Insurance and Annuity Association - College Retirement Equities Fund (TIAA-CREF). Upon eligibility to participate in the ORP, employees have 90 days in which to elect participation in either the ORP or the MPSERS plan. The election becomes irrevocable after the 90-day period.

Funding for the plan consists entirely of employer contributions of 10% of each participating employee's includable compensation. Participants are immediately 100% vested in all ORP contributions. Participating employees elect their own allocation of contributions among the available investment vehicles offered by TIAA-CREF. ORP retirement benefits are based on the accumulation of contributions and the related investment income for each participant. Distribution of retirement benefits is available under the ORP when participants attain age 55.

During the years ended June 30, 2004 and 2003, compensation covered under the ORP approximated \$5,943,000 and \$6,105,000, respectively, resulting in contributions by the College of approximately \$594,000 and \$611,000.

**NOTE 8. RISK MANAGEMENT**

The College participates in the Michigan Community College Risk Management Authority (Authority) with other Michigan-based community colleges for claims relating to auto, property and liability. The Authority provides a risk pool program that operates as a claims servicing pool for amounts up to member retention limits, and operates as a common risk-sharing management program for losses in excess of member retention amounts up to maximum coverage limits. The College pays an annual premium to the Authority and is responsible for a deductible and all costs, including damages, indemnification, and allocated loss adjustment expenses, for each claim that is within the College's Self-Insured Retention (SIR) limit. The College also participates in the stop loss provision of the plan, which is designed to limit the member's maximum cash payments during a July 1-June 30 year for costs falling within the College's SIR limit. Reinsurance is purchased by the Authority to further limit the risk of loss.

In addition, the College purchases commercial insurance for employee medical benefits and employee injuries (workers' compensation).

**NOTE 9. CONTINGENT LIABILITIES**

The College is aware of potential liabilities involving three large property tax appeals. If the appeals are successful, the College will be required to repay an undeterminable amount of property taxes collected during the past seven years, plus statutory interest. Because the ultimate outcome of these cases is unknown, the College has not recorded a liability in the accompanying financial statements, but as of June 30, 2004, has designated \$9,304,316 of its unrestricted net assets to cover any potential losses resulting from these appeals.

In the normal course of activities, the College is party to various legal actions. The College is of the opinion that the outcome of asserted claims outstanding will not have a material effect on the financial statements.

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 10. CONTRACTUAL COMMITMENT**

The College has outsourced the management and operational support of its information technology services under a five-year, non-cancelable agreement with SunGard Collegis, Inc. The contract period began on November 1, 2001. The current fee schedule, as amended in December of 2003, calls for monthly payments ranging from \$147,867 to \$159,539 through October 2006, with a total contractual commitment of \$9,323,971.

**NOTE 11. CAMPUS RENOVATION II PROJECTS**

During the year ended June 30, 2004, the College substantially completed and put into service the new and renovated facilities encompassed under the Campus Renovation II Projects, with total projected costs of \$45 million. At \$18,000,000, Project A provided new facilities for the automotive and technical programs and included reconfiguration and renovation of the Fine Arts Building focusing on the needs of the general education and humanities programs. Project A was 99%, or \$17,820,000, funded by the State of Michigan Building Authority and 1% by the College. As of June 30, 2004, the College has spent \$17.5 million to date on the project and accordingly, has recognized state revenue of \$17.3 million and has transferred \$180,000 into the Building and Site Fund to cover its share of the project.

Project B encompassed the redesign, renovation and upgrade of the health and wellness facilities, including a new aquatics facility; the commons area, including food services, bookstore and printing; the shipping and receiving area; the lecture theatre; and the public broadcasting and telecommunication areas. With total costs projected at \$26,845,000, Project B was funded via a dedicated .5 mills renovation levy collected over the three-year period, July 1, 2001 through June 30, 2004, as well as through annual fund transfers and allocated interest earnings. Through June 30, 2004, the College has accumulated \$26.1 million in funding toward the project: \$14.2 million in renovation property tax revenue, \$6.9 million in fund transfers and \$5.0 million in allocated interest. The College has expended approximately \$26.1 million to date on the project through June 30, 2004.

**NOTE 12. DELTA COLLEGE FOUNDATION**

The Delta College Foundation (the Foundation) is an independent tax-exempt corporation formed for the purpose of receiving funds for the sole benefit of the College. Contributions received by the Foundation are transferred to the College to be used in the support of the College's educational programs. Such activities include contributing funds to the College's scholarship programs and endowment funds, supplementing or paying for professional development activities of the College's faculty and staff, and transferring donated equipment to the College to be used in general and occupational education programs. The College provides personnel support, supplies and equipment to the Foundation.

Based on the criteria set forth in Governmental Accounting Standards Board Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, the Foundation is considered a component unit of Delta College. Accordingly, the activity and financial position of the Foundation have been blended with the College's in the accompanying financial statements.

At June 30, 2004 and 2003, the stated value of the net assets of the Foundation approximated \$816,000 and \$907,000, respectively, which included pledges receivable, net of an allowance for uncollectible pledges, of approximately \$219,000 and \$298,000, respectively. Grants and distributions to or on behalf of the College approximated \$1,203,000 and \$1,263,000, respectively, for the years ending June 30, 2004 and 2003.

**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

**NOTE 13. ENDOWMENT SPENDING RATE POLICY**

If a donor has not provided specific instructions, the Board of Trustees is authorized to spend the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is distributed is required to be spent for the purposes for which the endowment was established. Under the policy established by the Board, four percent of the previous five-year quarterly moving average market value of each individual endowment is authorized to be distributed annually, although actual distribution is limited to not decrease the individual endowment balances below that of the cumulative original value of the endowment contributions.

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**CONSOLIDATING BALANCE SHEET**  
**DELTA COLLEGE**  
**JUNE 30, 2004**

	COMBINED TOTAL	ELIMINATION	GENERAL FUND	DESIGNATED FUND	AUXILIARY ACTIVITIES FUND	EXPENDABLE RESTRICTED FUND	STUDENT LOAN FUND	ENDOWMENT FUND	PLANT FUND	AGENCY FUND	FOUNDATION
<b>ASSETS</b>											
<b>CURRENT ASSETS</b>											
Cash and cash equivalents	\$ 12,367,704	\$ -	\$ 491,888	\$ 6,069,014	\$ 416,693	\$ 180,082	\$ 277,551	\$ 405,485	\$ 3,814,157	\$ 108,329	\$ 604,505
Short-term investments	6,301,099	-	-	3,006,780	-	-	-	-	3,294,319	-	-
Property taxes receivable	101,007	-	79,463	-	-	-	-	-	21,544	-	-
State appropriations receivable	3,022,919	-	2,278,031	-	-	-	-	-	744,888	-	-
Federal and state grants receivable	1,453,192	-	109,316	607,875	-	736,001	-	-	-	-	-
Accounts receivable	1,887,314	-	312,373	1,422,326	142,158	5,064	5,393	-	-	-	-
Pledges receivable	753,263	(668,113)	-	-	-	637,355	-	-	-	-	784,021
Inventories	1,063,345	-	133,019	-	930,326	-	-	-	-	-	-
Prepaid expenses and other assets	381,035	-	21,397	242,587	-	98,028	-	17,586	1,437	-	-
Due from (to) other funds	-	-	-	(26,754)	-	(1,973,246)	-	-	2,000,000	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>27,330,878</b>	<b>(668,113)</b>	<b>3,425,487</b>	<b>11,321,828</b>	<b>1,489,177</b>	<b>(316,716)</b>	<b>282,944</b>	<b>423,071</b>	<b>9,876,345</b>	<b>108,329</b>	<b>1,388,526</b>
<b>LONG-TERM INVESTMENTS</b>	<b>15,581,014</b>	<b>-</b>	<b>6,004,014</b>	<b>1,004,386</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,572,614</b>	<b>1,000,000</b>	<b>-</b>	<b>-</b>
<b>LONG-TERM PLEDGES RECEIVABLE</b>	<b>961,336</b>	<b>(899,140)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>857,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,002,730</b>
<b>PROPERTY AND EQUIPMENT</b>											
Land and improvements	3,519,118	-	-	-	-	-	-	-	3,519,118	-	-
Infrastructure	4,886,204	-	-	-	-	-	-	-	4,886,204	-	-
Buildings and improvements	94,398,224	-	-	-	-	-	-	-	94,398,224	-	-
Equipment	11,213,489	-	-	-	-	-	-	-	11,213,489	-	-
Capitalized collection	41,500	-	-	-	-	-	-	-	41,500	-	-
Construction in progress	679,379	-	-	-	-	-	-	-	679,379	-	-
Allowance for depreciation	(28,275,014)	-	-	-	-	-	-	-	(28,275,014)	-	-
<b>TOTAL PROPERTY AND EQUIPMENT</b>	<b>86,462,900</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>86,462,900</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>\$ 130,336,128</b>	<b>\$ (1,567,253)</b>	<b>\$ 9,429,501</b>	<b>\$ 12,326,214</b>	<b>\$ 1,489,177</b>	<b>\$ 541,030</b>	<b>\$ 282,944</b>	<b>\$ 7,995,685</b>	<b>\$ 97,339,245</b>	<b>\$ 108,329</b>	<b>\$ 2,391,256</b>
<b>LIABILITIES AND NET ASSETS</b>											
<b>CURRENT LIABILITIES</b>											
Accounts payable	\$ 3,870,615	\$ (1,567,253)	\$ 2,395,284	\$ 171,144	\$ 1,032	\$ 91,936	\$ 27,362	\$ -	\$ 1,067,753	\$ 108,329	\$ 1,575,028
Accrued payroll and other compensation	3,227,983	-	2,384,637	666,237	93,231	83,878	-	-	-	-	-
Unearned revenue	611,006	-	531,483	22,041	2,307	55,175	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,709,604</b>	<b>(1,567,253)</b>	<b>5,311,404</b>	<b>859,422</b>	<b>96,570</b>	<b>230,989</b>	<b>27,362</b>	<b>-</b>	<b>1,067,753</b>	<b>108,329</b>	<b>1,575,028</b>
<b>NET ASSETS</b>											
Invested in capital assets	86,462,900	-	-	-	-	-	-	-	86,462,900	-	-
Restricted for:											
Nonexpendable endowments	5,270,491	-	-	-	-	-	-	5,127,860	-	-	142,631
Expendable scholarships and awards	442,267	-	-	-	-	351,682	-	-	-	-	90,585
Instructional department uses	174,421	-	-	-	-	88,560	-	-	-	-	85,861
Public radio broadcasting activities	33,609	-	-	-	-	33,609	-	-	-	-	-
Other restricted uses	343,227	-	-	-	-	67,004	-	-	-	-	276,223
Unrestricted (deficit)	29,899,609	-	4,118,097	11,466,792	1,392,607	(230,814)	255,582	2,867,825	9,808,592	-	220,928
<b>TOTAL NET ASSETS</b>	<b>122,626,524</b>	<b>-</b>	<b>4,118,097</b>	<b>11,466,792</b>	<b>1,392,607</b>	<b>310,041</b>	<b>255,582</b>	<b>7,995,685</b>	<b>96,271,492</b>	<b>-</b>	<b>816,228</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 130,336,128</b>	<b>\$ (1,567,253)</b>	<b>\$ 9,429,501</b>	<b>\$ 12,326,214</b>	<b>\$ 1,489,177</b>	<b>\$ 541,030</b>	<b>\$ 282,944</b>	<b>\$ 7,995,685</b>	<b>\$ 97,339,245</b>	<b>\$ 108,329</b>	<b>\$ 2,391,256</b>

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**CONSOLIDATING STATEMENT OF REVENUE, EXPENSES, TRANSFERS, AND CHANGES IN NET ASSETS**  
**DELTA COLLEGE**  
**YEAR ENDED JUNE 30, 2004**

	COMBINED		GENERAL	DESIGNATED	AUXILIARY	EXPENDABLE	STUDENT		PLANT	
	TOTAL	ELIMINATION	FUND	FUND	ACTIVITIES	RESTRICTED	LOAN	ENDOWMENT	FUND	FOUNDATION
<b>OPERATING REVENUE</b>										
Tuition and fees, net of scholarship allowance of \$3,799,916	\$ 19,616,568	\$ (3,799,916)	\$ 17,011,058	\$ 6,250,426	\$ -	\$ -	\$ -	\$ -	\$ 155,000	\$ -
Federal grants and contracts	11,248,362	-	20,125	-	-	11,228,237	-	-	-	-
State grants and contracts	933,642	-	-	-	-	933,642	-	-	-	-
Local and nongovernmental grants and contracts	720,595	-	-	-	-	720,595	-	-	-	-
Public broadcasting gifts	777,734	-	-	-	-	777,734	-	-	-	-
Auxiliary activities, net of scholarship allowance of \$964,704	4,217,804	(964,704)	-	-	5,182,508	-	-	-	-	-
Current year expenditures for capital equipment and facility improvements	-	(19,165,362)	-	-	-	-	-	-	19,165,362	-
Miscellaneous	2,769,866	(4,447)	434,888	2,235,470	-	98,430	5,525	-	-	-
<b>TOTAL OPERATING REVENUE</b>	<b>40,284,571</b>	<b>(23,934,429)</b>	<b>17,466,071</b>	<b>8,485,896</b>	<b>5,182,508</b>	<b>13,758,638</b>	<b>5,525</b>	<b>-</b>	<b>19,320,362</b>	<b>-</b>
<b>OPERATING EXPENSES</b>										
Instruction	32,211,184	(59,926)	23,154,518	5,490,482	-	3,626,110	-	-	-	-
Public services	3,531,839	(27,839)	840,680	130,724	-	2,588,274	-	-	-	-
Instructional support	5,993,419	-	5,805,340	24,769	-	163,310	-	-	-	-
Student services	15,785,798	(4,795,529)	5,331,290	1,936,508	4,604,583	8,568,200	-	-	140,746	-
Institutional administration	6,835,288	(46,942)	5,623,864	1,249,969	-	-	-	-	786	7,611
Operation and maintenance of facilities	6,951,091	(18,999,746)	5,603,539	-	-	390	-	-	20,346,908	-
Depreciation expense	3,179,199	-	-	-	-	-	-	-	3,179,199	-
Fundraising expenses	9,652	-	-	-	-	-	-	-	-	9,652
Other expenses	3,765	(282,292)	-	-	-	-	3,765	282,292	-	-
<b>TOTAL OPERATING EXPENSES</b>	<b>74,501,235</b>	<b>(24,212,274)</b>	<b>46,359,231</b>	<b>8,832,452</b>	<b>4,604,583</b>	<b>14,946,284</b>	<b>3,765</b>	<b>282,292</b>	<b>23,667,639</b>	<b>17,263</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(34,216,664)</b>	<b>277,845</b>	<b>(28,893,160)</b>	<b>(346,556)</b>	<b>577,925</b>	<b>(1,187,646)</b>	<b>1,760</b>	<b>(282,292)</b>	<b>(4,347,277)</b>	<b>(17,263)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>										
State appropriations	12,798,700	-	12,798,700	-	-	-	-	-	-	-
Property tax levy	26,245,372	-	21,077,374	-	-	-	-	-	5,167,998	-
Gifts	654,875	(1,165,723)	-	283,602	-	416,363	-	164,150	-	956,483
Special events, net of expenses of \$80,355	126,566	-	-	-	-	-	-	-	-	126,566
Investment income, net of Endowment Fund investment expense of \$67,551	1,530,138	(280,470)	147,897	140,644	-	175,088	11,688	1,137,536	150,501	47,254
Loss on disposition of capital assets	(342,439)	4,447	-	-	-	-	-	-	(346,886)	-
Foundation grants and distributions to or for Delta College	(39,502)	1,163,901	-	-	-	-	-	-	-	(1,203,403)
<b>NET NONOPERATING REVENUES</b>	<b>40,973,710</b>	<b>(277,845)</b>	<b>34,023,971</b>	<b>424,246</b>	<b>-</b>	<b>591,451</b>	<b>11,688</b>	<b>1,301,686</b>	<b>4,971,613</b>	<b>(73,100)</b>
<b>INCOME (LOSS) BEFORE OTHER REVENUE</b>	<b>6,757,046</b>	<b>-</b>	<b>5,130,811</b>	<b>77,690</b>	<b>577,925</b>	<b>(596,195)</b>	<b>13,448</b>	<b>1,019,394</b>	<b>624,336</b>	<b>(90,363)</b>
<b>OTHER REVENUE</b>										
State capital appropriations	6,220,410	-	-	-	-	-	-	-	6,220,410	-
Capital gifts and grants	346,604	-	-	-	-	346,604	-	-	-	-
Additions to permanent endowments	281,069	-	-	-	-	-	-	281,069	-	-
<b>TOTAL OTHER REVENUE</b>	<b>6,848,083</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>346,604</b>	<b>-</b>	<b>281,069</b>	<b>6,220,410</b>	<b>-</b>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b>13,605,129</b>	<b>-</b>	<b>5,130,811</b>	<b>77,690</b>	<b>577,925</b>	<b>(249,591)</b>	<b>13,448</b>	<b>1,300,463</b>	<b>6,844,746</b>	<b>(90,363)</b>
<b>TRANSFERS IN (OUT)</b>	<b>-</b>	<b>-</b>	<b>(5,059,829)</b>	<b>2,000,985</b>	<b>(169,583)</b>	<b>395,980</b>	<b>-</b>	<b>-</b>	<b>2,832,447</b>	<b>-</b>
<b>NET INCREASE (DECREASE) IN NET ASSETS</b>	<b>13,605,129</b>	<b>-</b>	<b>70,982</b>	<b>2,078,675</b>	<b>408,342</b>	<b>146,389</b>	<b>13,448</b>	<b>1,300,463</b>	<b>9,677,193</b>	<b>(90,363)</b>
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>109,021,395</b>	<b>-</b>	<b>4,047,115</b>	<b>9,388,117</b>	<b>984,265</b>	<b>163,652</b>	<b>242,134</b>	<b>6,695,222</b>	<b>86,594,299</b>	<b>906,591</b>
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 122,626,524</b>	<b>\$ -</b>	<b>\$ 4,118,097</b>	<b>\$ 11,466,792</b>	<b>\$ 1,392,607</b>	<b>\$ 310,041</b>	<b>\$ 255,582</b>	<b>\$ 7,995,685</b>	<b>\$ 96,271,492</b>	<b>\$ 816,228</b>

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF CERTAIN GENERAL FUND REVENUES**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

**TUITION AND FEES**

Tuition	\$	14,425,086
Registration fees		769,888
Course and program fees:		
Excess contact hour fees		568,504
Technology fees		1,008,133
Welding, Nursing & Dental Hygiene program fees		159,359
Telecourse fees		38,980
Online course fees		<u>41,108</u>

<b>TOTAL TUITION AND FEES</b>	<b>\$</b>	<b><u>17,011,058</u></b>
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**MISCELLANEOUS REVENUES**

Admission fees	\$	124,415
Collegiate ads		2,480
Credit by exam		10,695
Miscellaneous		107,641
Parking fines		8,450
Planetarium ticket sales		76,359
Rental of college facilities		40,433
Reserve parking		3,010
Testing		<u>61,405</u>

<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>\$</b>	<b><u>434,888</u></b>
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**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF GENERAL FUND OPERATING EXPENSES**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	<b>SALARIES</b>	<b>FRINGE BENEFITS</b>	<b>SUPPLIES &amp; SERVICES</b>	<b>CAPITAL EXPENDITURES</b>	<b>PROFESSIONAL DEVELOPMENT &amp; TRAVEL</b>	<b>TOTAL</b>
<b>INSTRUCTION</b>						
Social Sciences	\$ 2,331,525	\$ 691,831	\$ 34,443	\$ -	\$ 23,100	\$ 3,080,899
Humanities	1,727,673	516,649	39,676	-	16,500	2,300,498
English	2,503,738	737,261	24,632	-	23,926	3,289,557
Mathematics & Computer Science	1,587,210	478,863	20,589	-	15,675	2,102,337
Sciences	2,506,133	722,813	112,076	-	23,150	3,364,172
Business & Information Technology	2,446,120	730,740	36,306	-	22,275	3,235,441
Health & Wellness	2,467,477	693,546	125,385	-	23,100	3,309,508
Technical Trades & Manufacturing	1,411,004	397,377	185,043	-	13,488	2,006,912
Instructional Equipment	-	-	453,719	11,475	-	465,194
<b>TOTAL INSTRUCTION</b>	<b>16,980,880</b>	<b>4,969,080</b>	<b>1,031,869</b>	<b>11,475</b>	<b>161,214</b>	<b>23,154,518</b>
<b>PUBLIC SERVICES</b>						
Television	326,900	118,284	-	-	-	445,184
Public Radio	61,792	24,453	-	-	-	86,245
Planetarium and Learning Center	164,239	56,898	44,932	-	668	266,737
Community Outreach	30,777	11,737	-	-	-	42,514
<b>TOTAL PUBLIC SERVICES</b>	<b>583,708</b>	<b>211,372</b>	<b>44,932</b>	<b>-</b>	<b>668</b>	<b>840,680</b>
<b>INSTRUCTIONAL SUPPORT</b>						
Office of Vice President of Instruction & Learning Services	215,394	83,507	7,467	-	3,756	310,124
Division Chairs	751,986	232,372	19,876	-	8,818	1,013,052
Academic Deans	321,440	86,955	7,557	-	8,171	424,123
Faculty Secretarial & Instructional Support	402,739	163,897	130,105	-	3,901	700,642
Instructional Support Information Technology	-	-	1,102,284	-	-	1,102,284
Computer & Multimedia Laboratories	104,124	7,015	63,838	-	-	174,977
Learning Resources	442,807	153,927	138,185	-	669	735,588
Teaching Learning Center	231,616	81,011	590	-	253	313,470
Academic Testing Center	58,025	14,259	893	-	-	73,177
Instructional Media Technology	51,157	9,679	35,487	-	-	96,323
Fitness & Aquatics Center Instructional Support	106,534	24,088	46,332	-	-	176,954
Midland Center Instructional Support	35,899	17,694	1,786	-	-	55,379
Teaching Enhancement Centers	114,356	49,868	22,912	-	9,059	196,195
Accreditation, Articulation & Assessment	58,185	12,740	23,931	-	6,795	101,651
Honors Program	46,089	13,937	5,582	-	398	66,006
Possible Dream Program	42,601	17,179	978	-	-	60,758
Telelearning & Distance Learning	77,278	36,855	88,521	-	1,983	204,637
<b>TOTAL INSTRUCTIONAL SUPPORT</b>	<b>3,060,230</b>	<b>1,004,983</b>	<b>1,696,324</b>	<b>-</b>	<b>43,803</b>	<b>5,805,340</b>



**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF GENERAL FUND OPERATING EXPENSES**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	SALARIES	FRINGE BENEFITS	SUPPLIES & SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT & TRAVEL	TOTAL
<b>STUDENT SERVICES</b>						
Office of Vice President of Student & Education Services	\$ 155,991	\$ 48,394	\$ 2,629	\$ -	\$ 2,176	\$ 209,190
Dean of Student & Educational Services	157,801	49,723	55,574	-	1,284	264,382
Student Services Support Information Technology	-	-	429,742	-	-	429,742
Admissions	370,825	155,541	48,909	-	5,866	581,141
Records & Registration	276,394	98,061	84,634	-	611	459,700
Guidance & Counseling	628,180	243,516	11,873	-	1,535	885,104
Financial Aid	400,939	160,577	23,345	-	2,066	586,927
Testing, Assessment & Retention	111,506	44,354	66,085	-	1,940	223,885
Student Activities	-	322	6,258	-	2,858	9,438
Career & Employment Services	191,231	69,108	15,200	-	1,846	277,385
Multicultural Services & Events	135,668	44,029	26,501	-	2,278	208,476
Marketing & Publications	-	-	492,250	-	-	492,250
Veteran Services	21,152	9,756	2,763	-	183	33,854
Student Newspaper	24,798	1,732	11,151	-	520	38,201
Disability Services	51,945	15,683	20,581	-	30	88,239
Commencement & Student Awards	-	-	14,346	-	-	14,346
Scholarships & Grants	-	-	208,758	-	-	208,758
Ricker Center	144,643	51,092	19,331	-	-	215,066
Intercollegiate Athletics	35,068	6,848	62,528	-	762	105,206
<b>TOTAL STUDENT SERVICES</b>	<b>2,706,141</b>	<b>998,736</b>	<b>1,602,458</b>	<b>-</b>	<b>23,955</b>	<b>5,331,290</b>

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF GENERAL FUND OPERATING EXPENSES**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	SALARIES	FRINGE BENEFITS	SUPPLIES & SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT & TRAVEL	TOTAL
<b>INSTITUTIONAL ADMINISTRATION</b>						
Board of Trustees	\$ -	\$ -	\$ 13,301	\$ -	\$ 8,449	\$ 21,750
Development Office	199,455	71,971	27,190	-	2,428	301,044
Affirmative Action	48,539	16,832	2,185	-	260	67,816
President's Office	221,904	58,562	4,324	-	7,286	292,076
Memberships	-	-	57,006	-	7,509	64,515
Miscellaneous	150	85,716	162,156	-	15,297	263,319
Legal, Audit & Consulting Services	-	-	103,244	-	-	103,244
Bank Fees & Collection Expenses	-	-	136,721	-	-	136,721
Insurance	-	61,663	483,824	-	-	545,487
Communications Technology	147,016	50,399	202,561	-	2,005	401,981
Business Services	174,084	75,327	15,327	-	-	264,738
Finance Office	577,083	215,181	52,996	-	2,774	848,034
Administrative Support Information Technology	27,396	6,399	543,545	23,811	-	601,151
Human Resources & Staff Recruitment	418,779	152,687	51,859	-	4,860	628,185
Senate	33,779	11,084	3,273	-	1,582	49,718
Post Office	51,481	23,742	6,295	-	-	81,518
Institutional Advancement	202,885	68,358	30,619	5,391	144	307,397
Administrative Services	402,564	108,223	13,715	-	3,338	527,840
Staff Training, Wellness & Professional Development	49,103	19,113	37,537	-	11,577	117,330
<b>TOTAL INSTITUTIONAL ADMINISTRATION</b>	<b>2,554,218</b>	<b>1,025,257</b>	<b>1,947,678</b>	<b>29,202</b>	<b>67,509</b>	<b>5,623,864</b>
<b>OPERATION AND MAINTENANCE OF FACILITIES</b>						
Public Safety	322,730	133,089	18,453	-	85	474,357
Facilities Management	493,781	162,537	1,057	-	3,343	660,718
Facility Operations	1,436,336	596,388	119,345	-	2,777	2,154,846
Utilities	-	-	1,483,561	-	-	1,483,561
Facility Maintenance & Improvements	-	-	261,282	-	-	261,282
Off-Campus Centers & President's House	-	-	568,775	-	-	568,775
<b>TOTAL OPERATION AND MAINTENANCE OF FACILITIES</b>	<b>2,252,847</b>	<b>892,014</b>	<b>2,452,473</b>	<b>-</b>	<b>6,205</b>	<b>5,603,539</b>
<b>TOTAL GENERAL FUND OPERATING EXPENSES</b>	<b>\$ 28,138,024</b>	<b>\$ 9,101,442</b>	<b>\$ 8,775,734</b>	<b>\$ 40,677</b>	<b>\$ 303,354</b>	<b>\$ 46,359,231</b>

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF DESIGNATED FUND**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

DELTA COLLEGE Year Ended June 30, 2004		REVENUES						EXPENSES								
		ENDOWMENT						PROFESSIONAL								
		AND		AND		TOTAL	SUPPLIES			DEVELOPMENT			TRANSFERS	NET INCREASE	NET	
		NET	TUITION	MISCELLANEOUS	GIFTS		INVESTMENT	AND	CAPITAL	AND	TOTAL	(DECREASE) IN				ASSETS
ASSETS	AND FEES	REVENUE		INCOME	REVENUE		SALARIES	FRINGE	AND	EXPENDITURES	TRAVEL	EXPENSES	IN(OUT)	NET ASSETS	JUNE 30, 2004	
JULY 1, 2003								BENEFITS	SERVICES							
INSTRUCTION																
Corporate Services	\$ 538,070	\$ 4,554,161	\$ -	\$ -	\$ -	\$ 4,554,161	\$ 2,524,986	\$ 933,173	\$ 1,253,890	\$ -	\$ 6,070	\$ 4,718,119	\$ (1,518)	\$ (165,476)	\$ 372,594	
Criminal Justice Training Programs	(231,339)	346,921	2,200	-	-	349,121	192,950	70,327	76,372	-	1,424	341,073	-	8,048	(223,291)	
Workforce Development Center	28,881	330,651	596	-	-	331,247	238,591	84,520	107,884	-	295	431,290	90,000	(10,043)	18,838	
TOTAL INSTRUCTION	335,612	5,231,733	2,796	-	-	5,234,529	2,956,527	1,088,020	1,438,146	-	7,789	5,490,482	88,482	(167,471)	168,141	
PUBLIC SERVICES																
Global Awareness	4,519	-	-	3,483	-	3,483	-	-	2,424	-	-	2,424	-	1,059	5,578	
Delta Productions	1,073	-	4,631	1,523	-	6,154	1,410	290	4,786	-	-	6,486	850	518	1,591	
Young Author's Day	8,821	-	50,794	500	-	51,294	91	-	53,038	-	1,889	55,018	-	(3,724)	5,097	
Telelearning Network	90,776	-	18,414	-	-	18,414	-	-	42,789	9,075	-	51,864	-	(33,450)	57,326	
Sailing Program	(66,528)	16,547	950	-	920	18,417	7,360	626	6,946	-	-	14,932	-	3,485	(63,043)	
TOTAL PUBLIC SERVICES	38,661	16,547	74,789	5,506	920	97,762	8,861	916	109,983	9,075	1,889	130,724	850	(32,112)	6,549	
INSTRUCTIONAL SUPPORT																
President's Scholarship Program	-	-	-	-	-	-	-	-	-	-	-	-	275,000	275,000	275,000	
President's Innovative Projects	-	-	-	-	-	-	-	-	-	-	-	-	50,600	50,600	50,600	
Faculty & Instructional Development	55,083	-	19,535	-	-	19,535	1,594	225	1,716	-	7,232	10,767	27,500	36,268	91,351	
Art & Archive Projects	9,215	-	442	-	-	442	4,343	896	8,763	-	-	14,002	11,000	(2,560)	6,655	
TOTAL INSTRUCTIONAL SUPPORT	64,298	-	19,977	-	-	19,977	5,937	1,121	10,479	-	7,232	24,769	364,100	359,308	423,606	
STUDENT SERVICES																
Student Educational Initiatives	21,456	-	2,950	-	-	2,950	-	-	1,651	-	-	1,651	-	1,299	22,755	
Social Science Olympics	1,674	-	-	1,500	-	1,500	-	-	239	-	-	239	-	1,261	2,935	
Pioneer Club/Boosters	7,235	-	5,584	3,213	-	8,797	-	-	12,183	-	3,045	15,228	-	(6,431)	804	
Athletic Fundraisers	2,302	-	11,103	4,357	-	15,460	-	-	10,059	-	3,153	13,212	-	2,248	4,550	
African American Events	566	-	5,463	-	-	5,463	-	-	6,188	-	-	6,188	-	(725)	(159)	
Asset Group	36,022	-	233,540	-	-	233,540	-	-	233,540	-	-	233,540	-	-	36,022	
Workstudy Co-op Programs	(9,397)	-	1,715,856	-	-	1,715,856	1,550,710	110,959	2,454	-	2,327	1,666,450	-	49,406	40,009	
TOTAL STUDENT SERVICES	59,858	-	1,974,496	9,070	-	1,983,566	1,550,710	110,959	266,314	-	8,525	1,936,508	-	47,058	106,916	
INSTITUTIONAL ADMINISTRATION																
Corporate Services Administration	-	1,002,146	-	-	-	1,002,146	514,818	134,078	242,932	-	5,594	897,422	(104,724)	-	-	
Special Projects	(4,887)	-	4,887	-	-	4,887	-	-	-	-	-	-	-	4,887	-	
Whiting Technology Projects	20,173	-	-	-	27,458	27,458	-	-	-	-	-	-	-	27,458	47,631	
UNUM Projects	535,319	-	-	-	13,326	13,326	-	-	-	-	-	-	-	13,326	548,645	
Technology Improvements	129,670	-	-	-	-	-	-	-	37,513	17,740	-	55,253	-	(55,253)	74,417	
Internet Access Technology	9,789	-	-	-	-	-	-	-	6,138	-	-	6,138	-	(6,138)	3,651	
Administrative Projects	25,425	-	-	-	-	-	-	-	3,376	-	-	3,376	-	(3,376)	22,049	
COBRA Administration	(3,321)	-	8,692	-	-	8,692	-	6,471	-	-	-	6,471	-	2,221	(1,100)	
Administrative Cost Reserve	63,945	-	17,779	-	-	17,779	-	-	3,157	-	-	3,157	-	14,622	78,567	
Administrative Reserve for Tax Appeals	7,553,099	-	-	-	98,940	98,940	-	-	-	-	-	-	1,652,277	1,751,217	9,304,316	
Self Insurance	560,476	-	132,054	-	-	132,054	-	-	9,126	-	-	9,126	-	122,928	683,404	
Gifts In Kind	-	-	-	269,026	-	269,026	-	-	269,026	-	-	269,026	-	-	-	
TOTAL INSTITUTIONAL ADMINISTRATION	8,889,688	1,002,146	163,412	269,026	139,724	1,574,308	514,818	140,549	571,268	17,740	5,594	1,249,969	1,547,553	1,871,892	10,761,580	
TOTAL DESIGNATED FUND																
	\$ 9,388,117	\$ 6,250,426	\$ 2,235,470	\$ 283,602	\$ 140,644	\$ 8,910,142	\$ 5,036,853	\$ 1,341,565	\$ 2,396,190	\$ 26,815	\$ 31,029	\$ 8,832,452	\$ 2,000,985	\$ 2,078,675	\$ 11,466,792	

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF AUXILIARY ACTIVITIES FUND**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	NET ASSETS JULY 1, 2003		OPERATING REVENUES		EXPENSES				TOTAL EXPENSES		OPERATING INCOME (LOSS)	TRANSFERS IN(OUT)	NET ASSETS JUNE 30, 2004							
			SALARIES	FRINGE BENEFITS	SUPPLIES AND SERVICES	CAPITAL EXPENSES														
AUXILIARY ACTIVITIES																				
Bookstore	\$	428,835	\$	4,318,685	\$	302,409	\$	103,202	\$	3,396,957	\$	-	\$	3,802,568	\$	516,117	\$	(168,301)	\$	776,651
Food & Conference Services		-		667,045		295,839		102,853		275,948		-		674,640		(7,595)		(637)		(8,232)
Fitness & Recreation Center		-		122,314		62,892		5,685		23,953		-		92,530		29,784		(645)		29,139
Carlyon Farmhouse		3,513		743		-		-		-		-		-		743		-		4,256
Planetarium Gift Shop & Conference Services		(15,398)		49,333		9,588		1,320		45,848		-		56,756		(7,423)		-		(22,821)
Learning Resources Vending		(653)		14,597		-		-		12,438		-		12,438		2,159		-		1,506
TOTAL AUXILIARY ACTIVITIES		416,297		5,172,717	\$	670,728	\$	213,060	\$	3,755,144	\$	-		4,638,932		533,785		(169,583)		780,499
INTERNAL SERVICE OPERATIONS																				
Internal Service Operations		567,968		733,423	\$	163,976	\$	63,212	\$	447,686	\$	14,409		689,283		44,140		-		612,108
Elimination of Rebilled Charges		-		(723,632)										(723,632)		-		-		-
NET INTERNAL SERVICE OPERATIONS		567,968		9,791										(34,349)		44,140		-		612,108
TOTALS	\$	984,265	\$	5,182,508									\$	4,604,583	\$	577,925	\$	(169,583)	\$	1,392,607

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION  
DETAILS OF EXPENDABLE RESTRICTED FUND  
DELTA COLLEGE  
Year Ended June 30, 2004

Year Ended June 30, 2004		REVENUES							EXPENSES									
	NET ASSETS JULY 1, 2003	FEDERAL GRANTS AND CONTRACTS	STATE GRANTS AND CONTRACTS	LOCAL AND NONGOVERNMENTAL GRANTS AND CONTRACTS	MISCELLANEOUS REVENUE	GIFTS	ENDOWMENT AND INVESTMENT INCOME	TOTAL REVENUE	SALARIES	FRINGE BENEFITS	SUPPLIES AND SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT AND TRAVEL	TOTAL EXPENSES	TRANSFERS IN(OUT)	NET INCREASE (DECREASE) IN NET ASSETS	NET ASSETS JUNE 30, 2004	
INSTRUCTION																		
Corporate Services Grants	\$ 11,223	\$ 2,602,467	\$ 313,003	\$ 85,160	\$ 3,051	\$ 56,000	\$ -	\$ 3,059,681	\$ 1,039,961	\$ 344,510	\$ 1,652,333	\$ -	\$ 7,346	\$ 3,044,150	\$ -	\$ 15,531	\$ 26,754	
Motorcycle Safety Training Programs	56,585	-	48,864	-	9,765	-	-	58,629	45,448	10,509	13,803	-	1,146	70,906	-	(12,277)	44,308	
Endowed Teaching Chair Program	15,242	-	-	-	-	1,810	9,097	10,907	2,797	392	634	-	4,828	8,651	-	2,256	17,498	
Criminal Justice Training Programs	-	-	104,630	-	15,250	-	-	119,880	71,753	14,548	33,288	-	291	119,880	-	-	-	
Perkins Voc Ed Grant - Instructional Equipment	-	382,523	-	-	-	-	-	382,523	-	-	334,072	48,451	-	382,523	-	-	-	
TOTAL INSTRUCTION	83,050	2,984,990	466,497	85,160	28,066	57,810	9,097	3,631,620	1,159,959	369,959	2,034,130	48,451	13,611	3,626,110	-	5,510	88,560	
PUBLIC SERVICE																		
Substance Abuse Grants	(10,054)	51,414	17,138	18,538	1,500	-	-	88,590	29,758	7,623	47,981	-	589	85,951	-	2,639	(7,415)	
Possible Dream Program	5,561	-	-	-	-	43,000	18,485	61,485	200	41	45,766	-	-	46,007	-	15,478	21,039	
Ogawkawing Mission Restoration Project	25,185	-	-	-	-	-	-	-	-	-	14,112	-	-	14,112	-	(14,112)	11,073	
Summer Enrichment Math Program	(3,474)	-	-	-	-	10,000	-	10,000	-	-	2,785	-	-	2,785	-	7,215	3,741	
Tech Prep Grant	-	96,627	-	-	-	-	-	96,627	10,112	2,656	53,525	-	30,334	96,627	-	-	-	
Planetarium Be A Star	15,987	-	-	-	-	-	12,230	12,230	-	-	5,906	-	-	5,906	-	6,324	22,311	
Public Broadcasting - Television	(363,052)	361,860	-	616,897	68,864	910,640	6,711	1,964,972	341,990	113,448	1,208,435	449,622	17,824	2,131,319	306,000	139,653	(223,399)	
Public Broadcasting - Radio	24,792	-	-	-	-	213,698	1,572	215,270	72,783	37,498	95,223	-	63	205,567	(886)	8,817	33,609	
TOTAL PUBLIC SERVICE	(305,055)	509,901	17,138	635,435	70,364	1,177,338	38,998	2,449,174	454,843	161,266	1,473,733	449,622	48,810	2,588,274	305,114	166,014	(139,041)	
INSTRUCTIONAL SUPPORT																		
Water Treatment Instruction Development	-	-	-	-	-	8,299	-	8,299	-	-	1,858	-	-	1,858	-	6,441	6,441	
Criminal Justice Kellogg Grant	-	-	14,254	-	-	-	-	14,254	12,070	2,184	-	-	-	14,254	-	-	-	
Fast Track Grants	-	10,935	-	-	-	-	-	10,935	-	-	-	-	10,935	10,935	-	-	-	
Perkins Voc Ed Grant - Professional & Curriculum Develop	-	136,263	-	-	-	-	-	136,263	78,891	27,413	17,343	-	12,616	136,263	-	-	-	
TOTAL INSTRUCTIONAL SUPPORT	-	147,198	14,254	-	-	8,299	-	169,751	90,961	29,597	19,201	-	23,551	163,310	-	6,441	6,441	
STUDENT SERVICES																		
Perkins Voc Ed Grant - Special Populations	-	149,918	-	-	-	-	-	149,918	143,189	37,639	12,801	-	1,171	194,800	44,882	-	-	
MICUP/MTU Partnership Grant	-	-	12,589	-	-	-	-	12,589	4,725	2,132	1,515	-	4,217	12,589	-	-	-	
Michigan Adult Part Time Grants	-	-	62,625	-	-	-	-	62,625	-	-	62,625	-	-	62,625	-	-	-	
Michigan Educational Opportunity Grants	-	-	58,535	-	-	-	-	58,535	-	-	58,535	-	-	58,535	-	-	-	
Michigan Workstudy Grants	-	-	128,949	-	-	-	-	128,949	146,523	-	-	-	-	146,523	17,574	-	-	
Michigan Nursing Board Scholarships Grant	-	-	88,500	-	-	-	-	88,500	-	-	88,500	-	-	88,500	-	-	-	
Pell Grants	-	6,791,665	-	-	-	-	-	6,791,665	-	-	6,791,665	-	-	6,791,665	-	-	-	
Supplemental Educational Opportunity Grant	-	381,515	-	-	-	-	-	381,515	-	-	381,515	-	-	381,515	-	-	-	
Federal Workstudy Grant	-	234,679	-	-	-	-	-	234,679	257,710	-	19,679	-	-	277,389	42,710	-	-	
Job Locator and Development Grant	-	28,371	-	-	-	-	-	28,371	21,655	6,716	-	-	-	28,371	-	-	-	
Federal Workstudy Off-Campus	15,734	-	-	-	-	-	-	-	-	-	1,434	-	-	1,434	(14,300)	(15,734)	-	
At Risk Grants	-	-	83,150	-	-	-	-	83,150	65,903	16,284	364	-	599	83,150	-	-	-	
Scholarships & Awards	368,539	-	-	-	-	297,254	126,993	424,247	4,700	281	436,123	-	-	441,104	-	(16,857)	351,682	
TOTAL STUDENT SERVICES	384,273	7,586,148	434,348	-	-	297,254	126,993	8,444,743	644,405	63,052	7,854,756	-	5,987	8,568,200	90,866	(32,591)	351,682	
OPERATION AND MAINTENANCE OF FACILITIES																		
Michigan Justice Training Grant	1,384	-	1,405	-	-	-	-	1,405	-	-	-	-	390	390	-	1,015	2,399	
TOTAL OPERATION AND MAINTENANCE OF FACILITIES	1,384	-	1,405	-	-	-	-	1,405	-	-	-	-	390	390	-	1,015	2,399	
TOTAL EXPENDABLE RESTRICTED FUND																		
	\$ 163,652	\$ 11,228,237	\$ 933,642	\$ 720,595	\$ 98,430	\$ 1,540,701	\$ 175,088	\$ 14,696,693	\$ 2,350,168	\$ 623,874	\$ 11,381,820	\$ 498,073	\$ 92,349	\$ 14,946,284	\$ 395,980	\$ 146,389	\$ 310,041	

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF ENDOWMENT FUND**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	NET ASSETS JULY 1, 2003	GIFTS	INTEREST & DIVIDENDS	NET GAIN ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT FEES	NET ASSETS JUNE 30, 2004
<b>ENDOWMENT FUNDS</b>							
Margaret Adams Scholarship	\$ 8,279	\$ -	\$ 166	\$ 1,295	\$ (405)	\$ (82)	\$ 9,253
Athletic Scholarship	159,914	30,570	3,209	25,020	(5,479)	(1,577)	211,657
M. Seth Babcock Scholarship	12,512	-	251	1,957	(613)	(123)	13,984
James & Joy Baker Scholarship	16,929	7,485	465	3,521	(723)	(219)	27,458
Barstow/Frevel Scholarly Achievement Award	23,148	-	465	3,622	(1,064)	(228)	25,943
Bay City Central Class of '41 Scholarship	38,657	1,814	807	6,266	(1,720)	(394)	45,430
Elzie & Muriel Beaver Scholarship	99,964	-	2,006	15,640	(4,906)	(986)	111,718
Leonard Bergstein Scholarship	16,998	-	341	2,659	(828)	(167)	19,003
Darrell R. Berry Scholarship	17,980	-	361	2,813	(882)	(177)	20,095
Bladecki Scholarship	7,828	-	157	1,224	(377)	(77)	8,755
Priscilla Bogi Guritza Memorial Scholarship	19,350	-	388	3,028	(950)	(191)	21,625
Business Division Scholarship	113,085	-	2,269	17,694	(5,516)	(1,115)	126,417
Carlyon Farmhouse Maintenance	151,233	-	3,034	23,663	(4,374)	(1,492)	172,064
Donald & Betty Carlyon Scholarship	67,391	2,700	1,373	10,583	(3,005)	(671)	78,371
Donald & Betty Carlyon Endowed Teaching Chair	141,788	1,822	2,845	22,184	(6,822)	(1,398)	160,419
COLLEGIS Endowed Teaching Chair	70,939	10,000	1,423	11,100	(907)	(700)	91,855
Lynn Conway Athletic Scholarship	12,389	-	249	1,938	-	(122)	14,454
Gilbert E. Currie Estate Student Loans	238,398	-	4,783	37,300	(11,688)	(2,351)	266,442
Global Education Program and Scholarship	29,183	-	586	4,566	(1,424)	(289)	32,622
Delta Deltah's Scholarship	4,497	-	90	703	(220)	(44)	5,026
Delta College Employee-Sponsored Scholarship	85,525	1,546	1,716	13,381	(4,094)	(844)	97,230
Delta College Planetarium Fund	359,313	665	7,221	56,303	(12,230)	(3,549)	407,723
Robert DeVinney Endowed Teaching Chair	89,866	6,200	1,864	14,360	(3,190)	(909)	108,191
Van Dewitt & Ruth Simmons Scholarship	129,708	-	2,602	20,293	(6,345)	(1,278)	144,980
Herbert Doan Scholarship	6,971	-	140	1,091	(342)	(69)	7,791
Frances Dolinski Scholarship	15,939	100	321	2,495	(582)	(158)	18,115
Doll & Drury Scholarship	30,732	-	617	4,808	(1,446)	(303)	34,408
Herbert H. Dow Fund	33,217	-	666	5,199	(1,629)	(328)	37,125
Jerry & Terry Drake Scholarship	51,185	10,000	1,027	8,009	(1,089)	(505)	68,627
Draper Family Scholarship	11,683	-	234	1,829	(573)	(116)	13,057
Gene R. Duckworth Scholarship	23,307	-	468	3,646	(1,143)	(230)	26,048
Fred Dulmage Award	11,769	-	236	1,842	(577)	(116)	13,154
Eldon Enger & Fred Ross Scholarship	-	14,753	-	-	-	-	14,753
James E. & Leanne Lutz Erickson Scholarship	14,840	-	298	2,320	(579)	(145)	16,734
Faculty Executive Committee Award	3,923	-	79	613	(192)	(39)	4,384
Arthur J. & Bette L. Fisher Scholarship	140,797	-	2,825	22,029	(3,451)	(1,389)	160,811
Dr. John & Joanne Fuller Scholarship for the Delta College Technical Division	17,448	-	350	2,730	(171)	(172)	20,185
Gerace Construction Scholarship	92,140	-	1,849	14,416	(3,279)	(909)	104,217
Gerity Broadcasting Company Scholarship	82,985	-	1,665	12,984	(4,069)	(818)	92,747
Gerstacker Faculty Recognition Award	20,080	-	403	3,141	(801)	(197)	22,626
Robert M. Gohlke Scholarship	24,786	50	498	3,879	(1,215)	(246)	27,752
Russell B. & Grace H. Green Scholarship	29,712	-	596	4,649	(1,038)	(293)	33,626
Beki Gray Hadley Scholarship	29,395	150	591	4,601	(1,434)	(290)	33,013
Sarah Hansen Scholarship	7,623	-	153	1,193	(362)	(75)	8,532
Harry Hawkins Scholarship	12,959	-	260	2,027	(564)	(128)	14,554
Hilde & Walter Heyman Scholarship	13,799	-	277	2,158	(601)	(135)	15,498
Ada E. Hobbs Scholarship	9,836	-	197	1,540	(482)	(97)	10,994
Home Builders Association of Bay, Midland & Saginaw Counties	13,701	-	275	2,144	(509)	(135)	15,476
Honors Student Scholarship	65,662	-	1,317	10,275	(3,385)	(648)	73,221

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF ENDOWMENT FUND - Continued**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	NET ASSETS JULY 1, 2003	GIFTS	INTEREST & DIVIDENDS	NET GAIN ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT FEES	NET ASSETS JUNE 30, 2004
<b>ENDOWMENT FUNDS - Continued</b>							
International Order of King's Daughters & Sons Scholarship	\$ 21,825	\$ -	\$ 438	\$ 3,414	\$ (1,070)	\$ (215)	\$ 24,392
James R. & Anita H. Jenkins Family Scholarship	19,963	1,000	408	3,138	(700)	(199)	23,610
Phyllis E. Jones Memorial Scholarship	14,575	-	292	2,282	(509)	(145)	16,495
S. Preston & Dr. Betty B. Jones Scholarship	31,888	577	646	5,030	(906)	(318)	36,917
Dan E. Karn Memorial Scholarship	3,338	-	67	522	(164)	(33)	3,730
Kaufmann Family Scholarship	13,799	-	277	2,158	(539)	(135)	15,560
Dale & Alma Keyser Scholarship	14,408	-	289	2,255	(547)	(142)	16,263
Walter J. & Sophia M. Kilar Scholarship	18,957	-	380	2,967	(929)	(187)	21,188
Oscar W. Kloha Scholarship	31,597	-	634	4,944	(1,549)	(312)	35,314
Margery Knepp Dodson Scholarship	-	15,887	-	-	-	-	15,887
Robert I. & Marjorie H. Knepp Scholarship	46,076	5,500	968	7,288	(1,323)	(467)	58,042
W.R. & Edith Knepp Scholarship	178,581	-	3,583	27,941	(8,753)	(1,761)	199,591
W.R. Knepp, Jr. Scholarship	135,168	-	2,712	21,148	(6,628)	(1,333)	151,067
Daniel P. Kubiak Scholarship	14,408	-	289	2,255	(547)	(142)	16,263
Gary Laatsch Scholarship	28,308	-	568	4,429	(1,382)	(279)	31,644
Jack LaBreck Scholarship	4,864	-	98	760	(238)	(47)	5,437
Thomas & Rose Mary Laur Scholarship	26,501	-	532	4,146	(926)	(261)	29,992
Leo & Evelyn Levy Scholarship	14,522	-	291	2,272	(512)	(143)	16,430
Edward & Kathleen Lunt Scholarship	15,000	15,000	301	2,347	(150)	(148)	32,350
Thomas & Brenda Mahar Scholarship	17,251	-	346	2,699	(131)	(170)	19,995
Margaret McAlear Scholarship	20,246	2,650	420	3,249	(721)	(205)	25,639
Rhea Miller Scholarship	32,497	-	652	5,085	(1,415)	(321)	36,498
Richard & Gloria Miller Scholarship	15,136	200	306	2,371	(640)	(151)	17,222
Monitor Sugar Scholarship	13,799	-	277	2,158	(539)	(135)	15,560
Morley Brothers Foundation Award/Scholarship	20,348	-	408	3,184	(998)	(201)	22,741
Wendell & Ethel Mullison Scholarship	19,765	-	397	3,092	(969)	(196)	22,089
William H. "Buddy" Oates Scholarship	23,904	-	480	3,741	(1,170)	(237)	26,718
Louise H. Osthelder Scholarship	68,973	-	1,384	10,791	(3,382)	(680)	77,086
Jesse J. Oswald Scholarship	-	15,000	117	216	-	(35)	15,298
Otto C. Pressprich Fund	82,985	-	1,665	12,984	(4,069)	(818)	92,747
Cecelia Randall Scholarship	17,142	-	344	2,681	(843)	(168)	19,156
Renee Rookard Scholarship	53,223	1,400	1,082	8,382	(2,238)	(531)	61,318
Harold & Norrine Rupp Scholarship	-	15,000	-	-	-	-	15,000
Saginaw County Child Development Centers Program	11,483	-	230	1,797	(401)	(113)	12,996
Saginaw Valley Manufacturing Technology Scholarship	25,676	-	515	4,017	(963)	(253)	28,992
Cliff Saladine Scholarship	20,722	-	416	3,242	(1,015)	(204)	23,161
John M. Smith & William Wolgast Family Softball Scholarship	14,078	1,000	300	2,329	(141)	(146)	17,420
Paul Sowatsky Scholarship/Award	22,342	-	448	3,496	(1,095)	(220)	24,971
James Stark Scholarship	2,828	-	57	442	(139)	(28)	3,160
Eileen & Hugh Starks Scholarship	18,052	-	362	2,824	(669)	(178)	20,391
Sturm Family Broadcast Programming Fund	135,829	-	2,725	21,253	(6,661)	(1,340)	151,806
Paul & Margaret Thompson Scholarship	23,010	-	462	3,600	(937)	(227)	25,908
Lola Bishop Whitney Award/Scholarship	86,287	-	1,731	13,500	(4,212)	(851)	96,455
Alice & Jack Wirt Scholarship	145,904	5,000	2,927	22,829	(6,443)	(1,439)	168,778
Teresa Witucki Scholarship	-	15,000	117	216	-	(35)	15,298
Wolverine Bank Scholarship	26,809	-	538	4,193	(1,140)	(263)	30,137
Alton, Sr., Alma & Alton, Jr. Zucker Scholarship	62,035	-	1,245	9,705	(3,042)	(612)	69,331
Melvin & Hilda Zuehlke Scholarship and Special Needs	-	100,000	1,774	12,627	-	(747)	113,654
<b>TOTAL ENDOWMENT FUNDS</b>	<b>4,293,465</b>	<b>281,069</b>	<b>88,511</b>	<b>686,730</b>	<b>(178,620)</b>	<b>(43,295)</b>	<b>5,127,860</b>

**SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION**  
**DETAILS OF ENDOWMENT FUND - Continued**  
**DELTA COLLEGE**  
**Year Ended June 30, 2004**

	NET ASSETS JULY 1, 2003	GIFTS	INTEREST & DIVIDENDS	NET GAIN ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT FEES	NET ASSETS JUNE 30, 2004
<b>FUNDS FUNCTIONING AS ENDOWMENTS</b>							
Peter and Barbara Boyse Program	\$ -	\$ 100,100	\$ 1,209	\$ 2,789	\$ -	\$ (466)	\$ 103,632
Coca-Cola Exclusive Agreement Scholarship	43,208	-	867	6,760	(423)	(426)	49,986
Delta College Public Radio Fund	41,538	-	833	6,500	(1,572)	(410)	46,889
Delta College Foundation Fund	751,803	-	15,084	117,629	(35,210)	(7,416)	841,890
Delta College Foundation Student Scholarships	84,335	14,050	1,923	14,836	(3,925)	(929)	110,290
Delta College Endowed Teaching Chair Challenge Grant Fund	64,633	-	1,297	10,112	-	(637)	75,405
Alden B. Dow Fund	39,547	-	793	6,188	(1,939)	(390)	44,199
Laughner Award	8,444	-	169	1,322	(414)	(84)	9,437
Possible Dream Scholarship	464,772	50,000	9,325	72,719	(18,485)	(4,584)	573,747
Sailing School Program	20,453	-	410	3,201	(920)	(202)	22,942
UNUM Projects	271,797	-	5,453	42,530	(13,326)	(2,683)	303,771
Macauley & Helen Whiting Fund	611,227	-	12,264	95,633	(27,458)	(6,029)	685,637
<b>TOTAL FUNDS FUNCTIONING AS ENDOWMENTS</b>	<u>2,401,757</u>	<u>164,150</u>	<u>49,627</u>	<u>380,219</u>	<u>(103,672)</u>	<u>(24,256)</u>	<u>2,867,825</u>
<b>TOTAL</b>	<u>\$ 6,695,222</u>	<u>\$ 445,219</u>	<u>\$ 138,138</u>	<u>\$ 1,066,949</u>	<u>\$ (282,292)</u>	<u>\$ (67,551)</u>	<u>\$ 7,995,685</u>